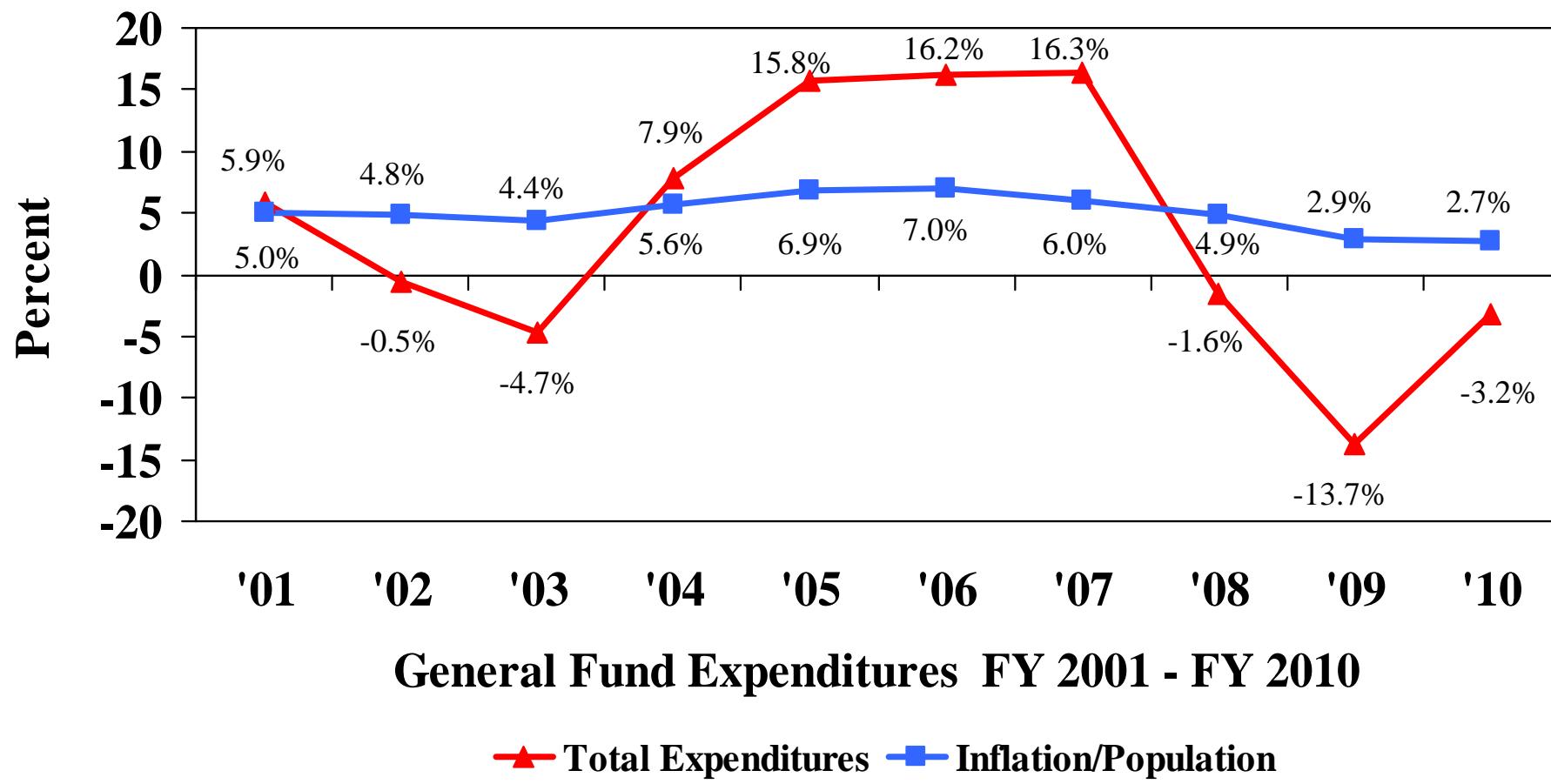


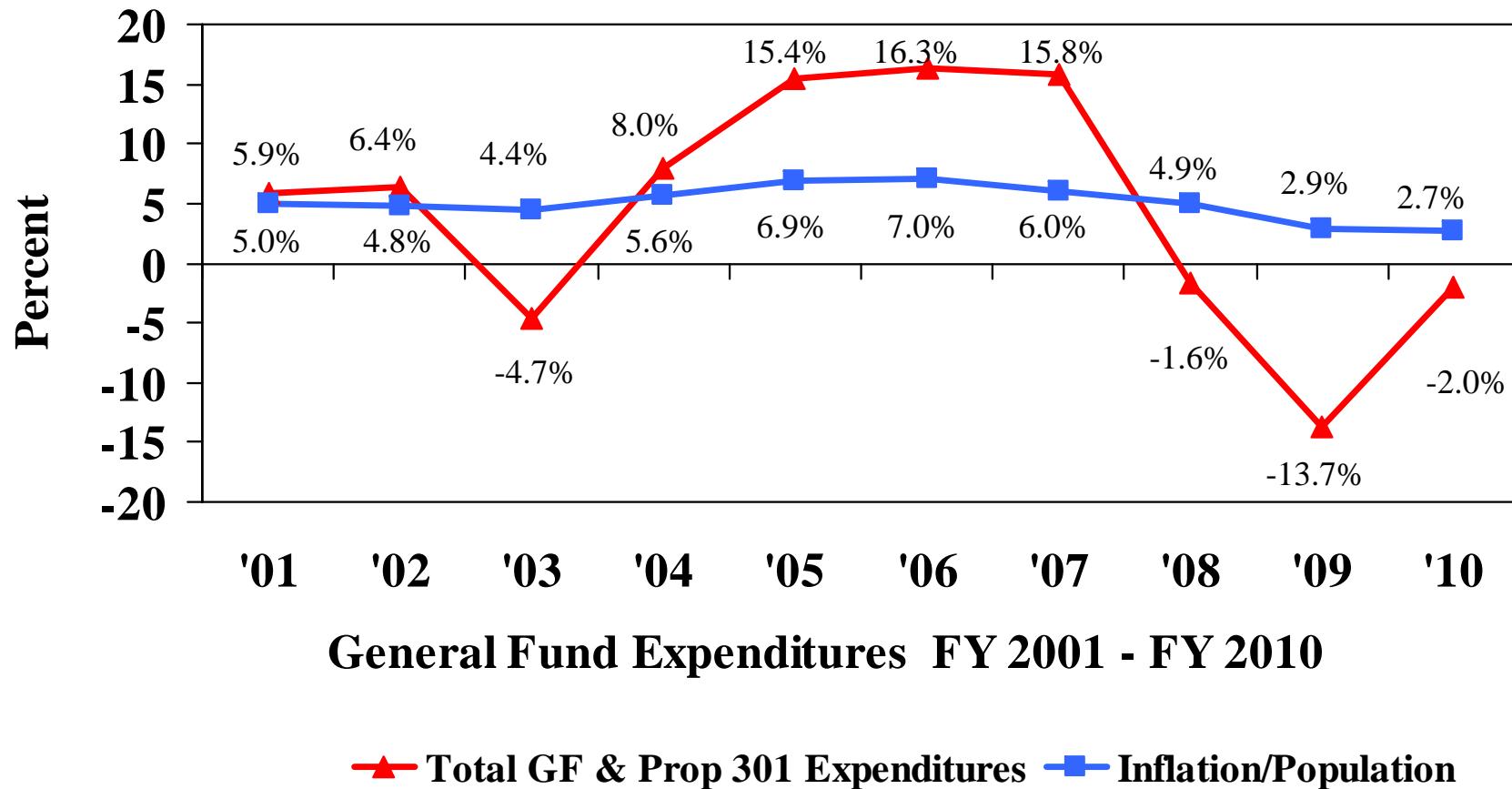
Total General Fund Spending vs. Inflation/Population Growth



* 10-year average: Spending = 3.4% Inflation/population = 5.0%

Total Spending* vs. Inflation/Population Growth

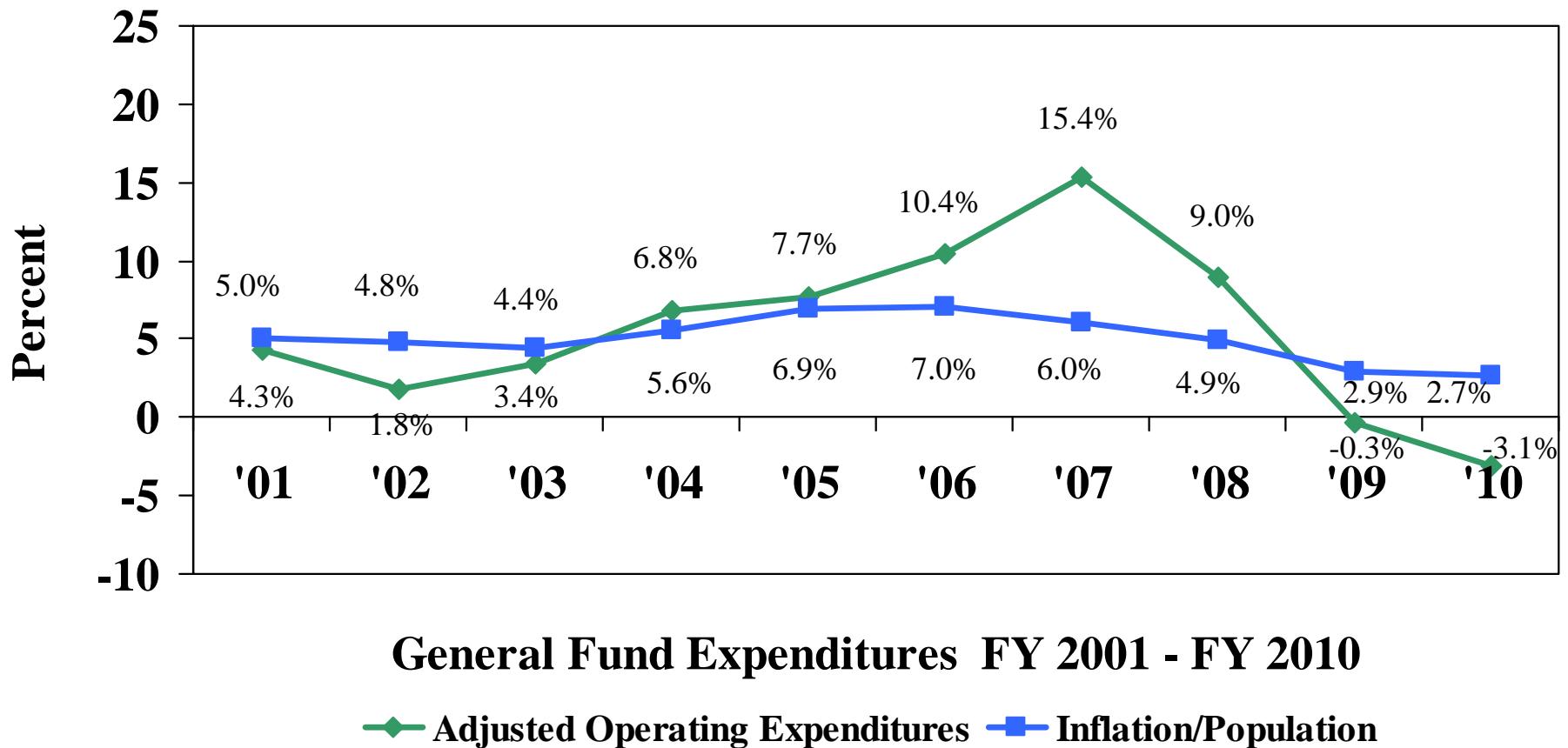
General Fund and Proposition 301 Education Funding



* Includes Proposition 301 education sales tax expenditures.

Total General Fund Spending vs. Inflation/Population

-- Excludes SFB & One-Time Adjustments



•Excluded 1-time items are Budget Stabilization Fund Deposits, K-12 Rollover savings & repayments, Ladewig lawsuit settlement payments, administrative adjustments & revertments (“regular” and statutory), and, for FY 2006 - FY 2010, GF transfers and one-time expenditures/savings.